

interest and maturing at such time or times as the State Bond Committee considers to be in the best interest of the state and its inhabitants. The State Bond Committee is hereby authorized to issue notes for money borrowed and to do all things which in its judgment are necessary to borrow money from the United States government as authorized in this Act.

Sec. 3. In the event that money is borrowed pursuant to this Act, the money borrowed, except for accrued interest, shall be placed in a special fund of the state to be known as the "Natural Disaster Recovery Fund of 1964," which was authorized to be created by Sec. 3, Ch. 48, SLA 1964. The amount or amounts borrowed shall be used for the purposes of meeting the effects throughout the state of the earthquake that occurred on March 27, 1964, through such programs and appropriations as may be authorized by the legislature.

Sec. 4. In the event that money is borrowed as authorized in this Act, amounts of money necessary to pay the

principal of and interest on all money borrowed shall be paid into another special fund to be known as the "Natural Disaster General Obligation Bond Redemption Fund" which was authorized to be created by Sec. 5, Ch. 48, SLA 1964. Money paid into the account shall be used for the purpose of paying and securing the payment of principal and interest on money borrowed under this Act as it shall become due.

Sec. 5. The amount of money which the legislature may further authorize to be borrowed pursuant to Ch. 48, SLA 1964, is diminished by the amount of money borrowed pursuant to this Act, unless the said amount of \$12,300,000 or any portion thereof is borrowed for a period not to exceed two years from the borrowing date and in anticipation of the sale of disaster bonds authorized by the legislature.

Sec. 6. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964

CHAPTER 105

AN ACT

Relating to the issuance of \$6,500,000 of general obligation bonds or borrowing of \$6,500,000 from the United States government to provide municipalities with grants of funds in amounts not to exceed 10 per cent of the Urban Renewal Program cost to match federal funds under federal urban renewal programs made necessary by damage caused by the natural disaster of March 27, 1964; providing standards under which grants of funds shall be made to municipalities; creating a municipal urban renewal matching fund account and appropriating \$6,500,000 therefor; creating a bond or loan redemption account; and providing for an effective date.

(H.B. 460)

Be it enacted by the Legislature of the State of Alaska:

Section 1. From the proceeds of the sale of \$50,000,000 of general obligation bonds of the state authorized in Ch. 48, SLA 1964, to provide funds to meet the effects throughout the state of the earthquake that occurred on March 27, 1964, or from money borrowed from the United States government by the state, as authorized by the legislature, to provide funds to meet the effects of the earthquake of March 27, 1964, an amount not to exceed \$6,500,000 shall be expended to provide municipalities dam-

aged by the earthquake of March 27, 1964, with grants of funds to match federal funds under federal urban renewal programs. In no event shall grants of state funds to municipalities for an urban renewal program under this Act exceed 10 per cent of the aggregate of the net project costs of the urban renewal project. Funds shall be available to municipalities to match federal funds only if the urban renewal project was made necessary by damage caused by the earthquake.

Sec. 2. The governor shall determine the eligibility of municipalities for

grants of funds to match federal funds for urban renewal. In making his determination he shall consider the following standards:

(1) the amount of participating money available from the United States government for urban renewal;

(2) the amount and availability of funds from other sources to meet the municipalities' required contribution of matching funds;

(3) whether or not the urban renewal project was made necessary by the earthquake of March 27, 1964;

(4) the needs of other municipalities damaged by the earthquake for funds to match federal funds for urban renewal projects, and the urgency of the needs of other communities as compared with the community under consideration;

(5) the cost of the urban renewal project;

(6) the general welfare of the state and its inhabitants.

Sec. 3. There is hereby created within the Natural Disaster Recovery Fund of 1964 a special account to be known as the "Municipal Urban Renewal Matching Fund Account" into which shall be paid the proceeds of the sale of bonds or money borrowed from the United States government described in sec. 1 of this Act except for accrued interest. For the purposes of carrying out the provisions of this Act, there is hereby appropriated from the Municipal Urban Renewal Matching Fund Account to the Office of

the Governor the sum of \$6,500,000 to provide municipalities with grants of funds to match federal funds under federal urban renewal programs made necessary by damage caused by the earthquake of March 27, 1964.

Sec. 4. There is hereby created within the Natural Disaster General Obligation Bond Redemption Fund a special account to be known as the "Municipal Urban Renewal Matching Fund Bond and Loan Redemption Account," to the credit of which there shall be set aside such amounts of money as may be necessary to pay the principal of and interest on the outstanding bonds or money borrowed from the United States as described in sec. 1 of this Act, and this account shall be used for the purpose of paying and securing the payment of the principal and interest as they become due.

Sec. 5. A report outlining all expenditures of funds received from the sale of bonds or money borrowed from the United States government under this Act shall be submitted to the legislature by the State Bond Committee before February 1, 1965, and annually thereafter for each year in which state grants of funds are expended to match federal funds on urban renewal projects made necessary by the earthquake of March 27, 1964.

Sec. 6. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964

CHAPTER 106

AN ACT

Relating to the issuance of \$2,000,000 of general obligation bonds of the state or borrowing of \$2,000,000 from the United States government to provide funds to pay the cost of replacement, reconstruction, and repair of state buildings which was made necessary by the earthquake of March 27, 1964; providing standards under which funds shall be used; creating a building replacement, reconstruction, and repair account, and appropriating \$2,000,000 therefor; creating a bond or loan redemption account; and providing for an effective date.

(H.B. 461)

Be it enacted by the Legislature of the State of Alaska:

Section 1. From the proceeds of the

sale of \$50,000,000 of general obligation bonds of the state authorized in Ch. 48, SLA 1964, to provide funds to meet the effects throughout the state of the